COUNCIL MEMBER:	Felicia Moore	DATE	May 11, 2	011
ORDINANCE I.D. #11-O-0	0673 RI	ESOLUTION	I.D. #	
PAGE: <u>3</u>	SE	ECTION: 2		
PARAGRAPH: (b)	Ln	NE: <u>8</u>	9	
CAPTIONS: Blue Back	Le	gislation	Other	
AMENDMENT:				

# Replace:

(b) A written recommendation concerning such ordinance adopted by at least two-thirds of the membership of communication to the board of trustees of each of the respective pension funds affected by such modification; such recommendation shall be considered by, but shall not be binding upon, the council to provide notice of the proposed modification of a provision of the pension plan and to request their non-binding recommendation in favor or against the proposed modification within 45 days from the date of introduction of the legislation;

#### With:

(b) A written recommendation concerning such ordinance adopted by at least two-thirds of the membership of communication to the board of trustees of each of the respective pension funds affected by such modification; such recommendation shall be considered by, but shall not be binding upon, the council to provide notice of the proposed modification of a provision of the pension plan and to request their non-binding recommendation in favor or against the proposed modification within 45 days from the date of introduction of the legislation, unless extended by Ordinance;

#### AN ORDINANCE AND CHARTER AMENDMENT

BY COUNCILMEMBERS HOWARD SHOOK, IVORY LEE YOUNG, JR., AND H. LAMAR WILLIS

# AS SUBSTITUTED BY THE FINANCE EXECUTIVE COMMITTEE

AN ORDINANCE AND CHARTER AMENDMENT TO AMEND THE CHARTER OF THE CITY OF ATLANTA, GEORGIA, 1996 GA LAWS P. 4469, ET SEQ., ADOPTED UNDER AND BY VIRTUE OF THE AUTHORITY OF THE MUNICIPAL HOME RULE ACT OF 1965, O.C.G.A. SECTION 36-35-1 ET SEQ., AS AMENDED, BY AMENDING PART 1 (CHARTER AND RELATED LAWS), SUBPART A (CHARTER), ARTICLE III (EXECUTIVE), CHAPTER 5 (CIVIL SERVICE SYSTEM), SECTION 3-507 (MODIFICATION OF PENSION PLANS), SO AS TO MODIFY LANGUAGE THAT IMPROPERLY DELEGATES LEGISLATIVE AUTHORITY; AND FOR OTHER PURPOSES.

WHEREAS, Section 3-507 of the Charter of the City of Atlanta, Georgia, 1996 Ga. Laws P. 4469, et seq. (hereinafter the "Charter") allows for the modification of pensions for officials and employees of cities having a population of 300,000 (hereinafter the "pension plans") as provided in Georgia Law by proscribing certain rules and procedures; and

**WHEREAS**, the authority to modify the pension plans is thusly given to the Atlanta City Council as part of its duties and responsibilities as the legislative body of the City of Atlanta; and

WHEREAS, the boards of trustees of the pension plans have, through legal action, declared and established their independence from the City of Atlanta; and

**WHEREAS**, currently, Section 3-507(2)(b) improperly delegates the legislative authority of the Atlanta City Council to modify the pension plans by requiring a written recommendation of the board of trustees of each affected plan prior to a vote by the City Council; and

**WHEREAS**, it is the desire of the City of Atlanta to amend Sections 3-507(2)(b) to discontinue this improper delegation of legislative authority.

NOW THEREFORE BE IT ORDAINED BY THE COUNCIL OF THE CITY OF ATLANTA, GEORGIA AS FOLLOWS:

**SECTION 1:** That Part I, Subpart A, Article III, Chapter 5, Section 3-507 of the Charter of the City of Atlanta, Georgia, Georgia, 1996 Ga. Laws P. 4469, et seq., which currently reads:

# **Sec. 3-507.** – Modification of pension plans.

- (1) Any other provisions in the Charter notwithstanding, any pension law modification shall be effected only by ordinance adopted by at least two-thirds of the total membership of the council and duly approved by the mayor;
- (2) Any such ordinance shall be considered by the council only after receipt of:
  - a. An investigation by an independent actuary of any such proposed modification, evidenced by a written report from such actuary which shall include, but not be limited to, such actuary's analysis of the funding requirements relating to any such modification and the opinion of such actuary as to the propriety of any such modification. Any such opinion must state that such modification is in conformity with applicable state laws governing the funding requirements for modifications to such pension plans. Such opinion shall be accompanied by the written recommendations of the city attorney and chief financial officer;
  - b. A written recommendation concerning such ordinance adopted by at least two-thirds of the membership of the board of trustees of each of the respective pension funds affected by such modification; such recommendation shall be considered by, but shall not be binding upon, the council;
  - c. Any such ordinance modifying the Act approved August 13, 1927 (Ga. L. 1927, p. 265 et seq., as amended) and affecting employees of the Atlanta Board of Education shall become effective as to such employees only after such modification is adopted by a majority of the total membership of the Atlanta Board of Education.
- (3) No substitute or amendment to any ordinances presented to the council hereunder shall be considered without a subsequent investigation of such proposed substitute or amendment by an independent actuary as provided in (2)(a), hereinabove, and the recommendation of the board of trustees of the respective pension fund affected by such modification as set forth in (2)(b), hereinabove;
- (4) No ordinance which modifies any of the aforesaid pension laws and has a fiscal impact on the pension systems established by such laws shall be adopted by the council or approved by the mayor until adequate provision for

funding such modification has been made to defray the fiscal impact of such modification;

be amended to make the following deletions and insertions, such that Part I, Subpart A, Article III, Chapter 5, Section 3-507 of the Charter of the City of Atlanta, Georgia, Georgia, 1996 Ga. Laws P. 4469, et seq., shall read as follows:

# **Sec. 3-507.** – Modification of pension plans.

- (1) Any other provisions in the Charter notwithstanding, any pension law modification shall be effected only by ordinance adopted by at least two-thirds of the total membership of the council and duly approved by the mayor;
- (2) Any such ordinance shall be considered <u>for final action</u> by the council only after receipt of:
  - a. An Receipt of an investigation by an independent actuary of any such proposed modification, evidenced by a written report from such actuary which shall include, but not be limited to, such actuary's analysis of the funding requirements relating to any such modification and the opinion of such actuary as to the propriety of any such modification. Any such opinion must state that such modification is in conformity with applicable state laws governing the funding requirements for modifications to such pension plans. Such opinion shall be accompanied by the written recommendations of the city attorney and chief financial officer;
  - b. A written recommendation concerning such ordinance adopted by at least two thirds of the membership of communication to the board of trustees of each of the respective pension funds affected by such modification; such recommendation shall be considered by, but shall not be binding upon, the council to provide notice of the proposed modification of a provision of the pension plan and to request their non-binding recommendation in favor or against the proposed modification within 45 days from the date of introduction of the legislation;
  - c. Any such ordinance modifying the Act approved August 13, 1927 (Ga. L. 1927, p. 265 et seq., as amended) and affecting employees of the Atlanta Board of Education shall become effective as to such employees only after such modification is adopted by a majority of the total membership of the Atlanta Board of Education.
- (3) No substitute or amendment to any ordinances presented to the council hereunder shall be considered without a subsequent investigation of such proposed substitute or amendment by an independent actuary and recommendations of the city attorney and chief financial officer as provided in

- (2)(a), hereinabove, and the recommendation communication providing notice and requesting a recommendation from the boards of trustees of the respective pension fund affected by such modification as set forth in (2)(b), hereinabove;
- (4) No ordinance which modifies any of the aforesaid pension laws and has a fiscal impact on the pension systems established by such laws shall be adopted by the council or approved by the mayor until adequate provision for funding such modification has been made to defray the fiscal impact of such modification;

Section 2: That a copy of this proposed amendment to the Charter of the City of Atlanta, Georgia 1996 Ga. Laws P. 4496 et seq., as amended, shall be filed in the Office of the Municipal Clerk of the City of Atlanta and in the Offices of the Clerks of the Superior courts of Fulton and DeKalb Counties and that a "Notice of Proposed Amendment to the Charter of the City of Atlanta, Georgia," attached hereto and marked "Exhibit A" and made a part of this ordinance, be published in the official organ of the county of the legal situs of the City of Atlanta or in a newspaper of general circulation in the City of Atlanta once a week for three weeks within a period of 60 days immediately preceding its final adoption, and that a copy of said advertisement be attached to this ordinance prior to its final adoption by the Council of the City of Atlanta.

**Section 3:** That all ordinances and parts of ordinances in conflict herewith are hereby waived to the extent of the conflict.

#### Exhibit "A"

### NOTICE OF PROPOSED AMENDMENT TO THE CHARTER OF THE CITY OF ATLANTA

Notice is hereby given that an Ordinance has been introduced to amend the Charter of the City of Atlanta (Ga. Laws, 1996, p. 4469, et seq.) approved April 15, 1996, as amended, said Ordinance being captioned as follows:

AN ORDINANCE AND CHARTER AMENDMENT TO AMEND THE CHARTER OF THE CITY OF ATLANTA, GEORGIA, 1996 GA LAWS P. 4469, ET SEQ., ADOPTED UNDER AND BY VIRTUE OF THE AUTHORITY OF THE MUNICIPAL HOME RULE ACT OF 1965, O.C.G.A. SECTION 36-35-1 ET SEQ., AS AMENDED, BY AMENDING PART 1 (CHARTER AND RELATED LAWS), SUBPART A (CHARTER), ARTICLE III (EXECUTIVE), CHAPTER 5 (CIVIL SERVICE SYSTEM), SECTION 3-507 (MODIFICATION OF PENSION PLANS), SO AS TO MODIFY LANGUAGE THAT IMPROPERLY DELEGATES LEGISLATIVE AUTHORITY; AND FOR OTHER PURPOSES.

A copy of the proposed Ordinance and Charter Amendment is on file in the Office of the Municipal Clerk of the City of Atlanta and in the Offices of the clerks of the Superior Courts of Fulton and DeKalb Counties, Georgia for the purpose of examination and inspection by the public.

spection	by the public.	
This	day of	, 2011.
		Rhonda Dauphin Johnson
		Municipal Clerk
		City of Atlanta

RCS# 999 5/02/11 3:05 PM

# Atlanta City Council

#### REGULAR SESSION

11-0-0673	AMEND	PART	1	SUBPART A ART.III CHAPT.5
		SEC	. 3-	-507 OF CITY CHARTER
				REFER FINANCE

YEAS: 15
NAYS: 0
ABSTENTIONS: 0
NOT VOTING: 1
EXCUSED: 0
ABSENT 0

Y	Smith	Y	Archibong	Y	Moore	Y	Bond
Y	Hall	Y	Wan	Y	Martin	Y	Watson
Y	Young	Y	Shook	Y	Bottoms	Y	Willis
Y	Winslow	Y	Adrean	Y	Sheperd	NV	Mitchell

# TRANSMITTAL FORM FOR LEGISLATION

TO: MAYOR'S OFFICE	ATTN: CANDACE BYRD
Dept.'s Legislative Liaison:	
Contact Number:	
Originating Department: Departme	ent of Law
Committee(s) of Purview: Finance	ee and Executive
<b>Anticipated Committee Meeting Date</b>	e(s):
Anticipated Full Council Date:	
Legislative Counsel's Signature:	
Commissioner Signatur <u>e:</u>	
Chief Procurement Officer Signature	:
THE CHARTER OF THE GA LAWS P. 4469, ET SE OF THE AUTHORITY OF 1965, O.C.G.A. SECTE AMENDING PART 1 SUBPART A (CHARTER 5 (CIVIL (MODIFICATION OF P.)	CHARTER AMENDMENT TO AMEND E CITY OF ATLANTA, GEORGIA, 1996 CQ., ADOPTED UNDER AND BY VIRTUE OF THE MUNICIPAL HOME RULE ACT ION 36-35-1 ET SEQ., AS AMENDED, BY (CHARTER AND RELATED LAWS), FER), ARTICLE III (EXECUTIVE), SERVICE SYSTEM), SECTION 3-507 ENSION PLANS), SO AS TO MODIFY ROPERLY DELEGATES LEGISLATIVE ROTHER PURPOSES.
Mayor's Staff Only	
	Received by LC from CPO:
Received by Mayor's Office:	Reviewed by:
Submitted to Council:	

# AN ORDINANCE AND CHARTER AMENDMENT

BY COUNCILMEMBERS HOWARD SHOOK AND IVORY LEE YOUNG, JR.

AN ORDINANCE AND CHARTER AMENDMENT TO AMEND THE CHARTER OF THE CITY OF ATLANTA, GEORGIA, 1996 GA LAWS P. 4469, ET SEQ., ADOPTED UNDER AND BY VIRTUE OF THE AUTHORITY OF THE MUNICIPAL HOME RULE ACT OF 1965, O.C.G.A. SECTION 36-35-1 ET SEQ., AS AMENDED, BY AMENDING PART 1 (CHARTER AND RELATED LAWS), SUBPART A (CHARTER), ARTICLE III (EXECUTIVE), CHAPTER 5 (CIVIL SERVICE SYSTEM), SECTION 3-507 (MODIFICATION OF PENSION PLANS), SO AS TO MODIFY LANGUAGE THAT IMPROPERLY DELEGATES LEGISLATIVE AUTHORITY; AND FOR OTHER PURPOSES.

WHEREAS, Section 3-507 of the Charter of the City of Atlanta, Georgia, 1996 Ga. Laws P. 4469, et seq. (hereinafter the "Charter") allows for the modification of pensions for officials and employees of cities having a population of 300,000 (hereinafter the "pension plans") as provided in Georgia Law by proscribing certain rules and procedures; and

**WHEREAS**, the authority to modify the pension plans is thusly given to the Atlanta City Council as part of its duties and responsibilities as the legislative body of the City of Atlanta; and

WHEREAS, the boards of trustees of the pension plans have, through legal action, declared and established their independence from the City of Atlanta; and

**WHEREAS**, currently, Section 3-507(2)(b) improperly delegates the legislative authority of the Atlanta City Council to modify the pension plans by requiring a written recommendation of the board of trustees of each affected plan prior to a vote by the City Council; and

**WHEREAS**, it is the desire of the City of Atlanta to amend Sections 3-507(2)(b) to discontinue this improper delegation of legislative authority.

# NOW THEREFORE BE IT ORDAINED BY THE COUNCIL OF THE CITY OF ATLANTA, GEORGIA AS FOLLOWS:

**SECTION 1:** That Part I, Subpart A, Article III, Chapter 5, Section 3-507 of the Charter of the City of Atlanta, Georgia, Georgia, 1996 Ga. Laws P. 4469, et seq., which currently reads:

# **Sec. 3-507.** – Modification of pension plans.

- (1) Any other provisions in the Charter notwithstanding, any pension law modification shall be effected only by ordinance adopted by at least two-thirds of the total membership of the council and duly approved by the mayor;
- (2) Any such ordinance shall be considered by the council only after receipt of:
  - a. An investigation by an independent actuary of any such proposed modification, evidenced by a written report from such actuary which shall include, but not be limited to, such actuary's analysis of the funding requirements relating to any such modification and the opinion of such actuary as to the propriety of any such modification. Any such opinion must state that such modification is in conformity with applicable state laws governing the funding requirements for modifications to such pension plans. Such opinion shall be accompanied by the written recommendations of the city attorney and chief financial officer;
  - b. A written recommendation concerning such ordinance adopted by at least two-thirds of the membership of the board of trustees of each of the respective pension funds affected by such modification; such recommendation shall be considered by, but shall not be binding upon, the council;
  - c. Any such ordinance modifying the Act approved August 13, 1927 (Ga. L. 1927, p. 265 et seq., as amended) and affecting employees of the Atlanta Board of Education shall become effective as to such employees only after such modification is adopted by a majority of the total membership of the Atlanta Board of Education.
- (3) No substitute or amendment to any ordinances presented to the council hereunder shall be considered without a subsequent investigation of such proposed substitute or amendment by an independent actuary as provided in (2)(a), hereinabove, and the recommendation of the board of trustees of the respective pension fund affected by such modification as set forth in (2)(b), hereinabove;
- (4) No ordinance which modifies any of the aforesaid pension laws and has a fiscal impact on the pension systems established by such laws shall be adopted by the council or approved by the mayor until adequate provision for funding such modification has been made to defray the fiscal impact of such modification;

be amended to make the following deletions and insertions, such that Part I, Subpart A, Article III, Chapter 5, Section 3-507 of the Charter of the City of Atlanta, Georgia, Georgia, 1996 Ga. Laws P. 4469, et seq., shall read as follows:

# **Sec. 3-507.** – Modification of pension plans.

- (1) Any other provisions in the Charter notwithstanding, any pension law modification shall be effected only by ordinance adopted by at least two-thirds of the total membership of the council and duly approved by the mayor;
- (2) Any such ordinance shall be considered <u>for final action</u> by the council only after-receipt of:
  - a. An Receipt of an investigation by an independent actuary of any such proposed modification, evidenced by a written report from such actuary which shall include, but not be limited to, such actuary's analysis of the funding requirements relating to any such modification and the opinion of such actuary as to the propriety of any such modification. Any such opinion must state that such modification is in conformity with applicable state laws governing the funding requirements for modifications to such pension plans. Such opinion shall be accompanied by the written recommendations of the city attorney and chief financial officer;
  - b. A written recommendation concerning such ordinance adopted by at least two-thirds of the membership of communication to the board of trustees of each of the respective pension funds affected by such modification; such recommendation shall be considered by, but shall not be binding upon, the council at least two weeks prior to the date of any final action modifying a provision of the pension plans to provide notice of the proposed modification and to invite comments upon the proposed modification;
  - c. Any such ordinance modifying the Act approved August 13, 1927 (Ga. L. 1927, p. 265 et seq., as amended) and affecting employees of the Atlanta Board of Education shall become effective as to such employees only after such modification is adopted by a majority of the total membership of the Atlanta Board of Education.
- (3) No substitute or amendment to any ordinances presented to the council hereunder shall be considered without a subsequent investigation of such proposed substitute or amendment by an independent actuary and recommendations of the city attorney and chief financial officer as provided in (2)(a), hereinabove, and the recommendation communication providing notice to the boards of trustees of the respective pension fund affected by such modification as set forth in (2)(b), hereinabove;
- (4) No ordinance which modifies any of the aforesaid pension laws and has a fiscal impact on the pension systems established by such laws shall be adopted by the council or approved by the mayor until adequate provision for

funding such modification has been made to defray the fiscal impact of such modification;

Section 2: That a copy of this proposed amendment to the Charter of the City of Atlanta, Georgia 1996 Ga. Laws P. 4496 et seq., as amended, shall be filed in the Office of the Municipal Clerk of the City of Atlanta and in the Offices of the Clerks of the Superior courts of Fulton and DeKalb Counties and that a "Notice of Proposed Amendment to the Charter of the City of Atlanta, Georgia," attached hereto and marked "Exhibit A" and made a part of this ordinance, be published in the official organ of the county of the legal situs of the City of Atlanta or in a newspaper of general circulation in the City of Atlanta once a week for three weeks within a period of 60 days immediately preceding its final adoption, and that a copy of said advertisement be attached to this ordinance prior to its final adoption by the Council of the City of Atlanta.

**Section 3:** That all ordinances and parts of ordinances in conflict herewith are hereby waived to the extent of the conflict.

#### Exhibit "A"

### NOTICE OF PROPOSED AMENDMENT TO THE CHARTER OF THE CITY OF ATLANTA

Notice is hereby given that an Ordinance has been introduced to amend the Charter of the City of Atlanta (Ga. Laws, 1996, p. 4469, et seq.) approved April 15, 1996, as amended, said Ordinance being captioned as follows:

AN ORDINANCE AND CHARTER AMENDMENT TO AMEND THE CHARTER OF THE CITY OF ATLANTA, GEORGIA, 1996 GA LAWS P. 4469, ET SEQ., ADOPTED UNDER AND BY VIRTUE OF THE AUTHORITY OF THE MUNICIPAL HOME RULE ACT OF 1965, O.C.G.A. SECTION 36-35-1 ET SEQ., AS AMENDED, BY AMENDING PART 1 (CHARTER AND RELATED LAWS). SUBPART A (CHARTER), ARTICLE III (EXECUTIVE), CHAPTER 5 (CIVIL SERVICE SYSTEM), SECTION 3-507 (MODIFICATION OF PENSION PLANS), SO AS TO MODIFY LANGUAGE THAT IMPROPERLY DELEGATES LEGISLATIVE AUTHORITY; AND FOR OTHER PURPOSES.

A copy of the proposed Ordinance and Charter Amendment is on file in the Office of the Municipal Clerk of the City of Atlanta and in the Offices of the clerks of the Superior Courts of Fulton and DeKalb Counties, Georgia for the purpose of examination and inspection by the public.

This day of	
	Rhonda Dauphin Johnson
	Municipal Clerk
	City of Atlanta

# TRANSMITTAL FORM FOR LEGISLATION

TO: MAYOR'S OFFICE	ATTN: CANDACE BYRD
Dept.'s Legislative Liaison:	
Contact Number:	
Originating Department: Depar	rtment of Law
Committee(s) of Purview: Fin	ance and Executive
Anticipated Committee Meeting	Date(s):
Anticipated Full Council Date:	
Legislative Counsel's Signatur <u>e:</u>	
Commissioner Signatur <u>e:</u>	
Chief Procurement Officer Signa	ture:
CAPTION	
THE CHARTER OF GA LAWS P. 4469, ETOF THE AUTHORITOF 1965, O.C.G.A. SEAMENDING PART SUBPART A (CHAPTER 5 (CIV) (MODIFICATION OLANGUAGE THAT)	ND CHARTER AMENDMENT TO AMEND THE CITY OF ATLANTA, GEORGIA, 1996 I SEQ., ADOPTED UNDER AND BY VIRTUE BY OF THE MUNICIPAL HOME RULE ACT ECTION 36-35-1 ET SEQ., AS AMENDED, BY 1 (CHARTER AND RELATED LAWS), LARTER), ARTICLE III (EXECUTIVE), IL SERVICE SYSTEM), SECTION 3-507 IF PENSION PLANS), SO AS TO MODIFY IMPROPERLY DELEGATES LEGISLATIVE FOR OTHER PURPOSES.
Mayor's Staff Only	
Received by CPO:	Received by LC from CPO:
Received by Mayor's Office:	Reviewed by:
Submitted to Council:	